



# **Workshop: Implementation of the American Recovery & Reinvestment Act**

Item 4.10

Tab 16



# Overview of the Act

- \$27.5B “Highway Infrastructure Investment”
  - \$26.66B Surface Transportation (\$2.57B to CA)
- \$8.4B for Transit
- \$9.3B for Rail
- \$1.3B for Aviation



# Surface Transportation

Uses include:

- Highways

- ☐ Not local or rural minor collectors
- ☐ Construction, reconstruction, rehabilitation, resurfacing, restoration, and operational improvements

- Bridges

- Transit capital

- Rail – passenger & freight


- Port infrastructure



# Distribution of “Highway” Funds

Based on existing law:

- 30% (\$771M) Surface Transportation Program
  - Suballocated via RSTP to regions based on population.
- 70% (\$1,799M) to SHOPP & STIP.
  - Without specified federal suballocation.
  - 3% of total (\$77M) for Transportation Enhancement.
  - 120 day use-it-or-lose-it applies to 50%



# Distribution of “Highway” Funds

- March 2: \$2,569,568,320 apportioned to CA
- Parallel tracks for the 70%:
  - Existing law (SHOPP/STIP)
  - Proposed statute (RSTP)



# Update on Implementation

- On today's agenda:
  - ☐ STIP guidance
  - ☐ SHOPP allocation
    - Caltrans recommends \$625M
  - ☐ RSTP lump sum allocation

Action today may impact Leg. debate.



# ARRA STIP Distribution

Following discussion at this workshop, adopt:

- Revised initial SHOPP level: \$625M
  - Used this level to calculate STIP targets.
- Guidance: adding ARRA funds into the STIP.



# STIP Guidance

- Roll targets into share balances in 2010 STIP:
  - ☐ Already programmed STIP projects
  - ☐ Advance STIP projects
  - ☐ STIP amendments to add projects
  - ☐ Not RTIP submittals
- Construction or construction support.
- Lists of projects due March 27.





# STIP Guidance

Supplanting Prop 1B funds:

- Primary source should be regional funds
  - Interregional only if regional funds insufficient.
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- Regions can reprogram CMIA
  - Caltrans can reprogram non-STIP Prop 1B
  - Reduce TCIF overprogramming.



# STIP Guidance

Project selection priorities (FHWA guidance):

- Obligated by June 17
- Completed by Feb. 17, 2012
- In economically distressed areas
- Maximize job creation and economic benefit.



# STIP Guidance

## Timely Use of Funds:

- Obligation within three weeks of allocation
- Report at the CTC meeting following allocation

Funds not obligated within one month of allocation may be rescinded and reallocated through the SHOPP or STIP in order ensure that all federal funds are obligated by the dates required in the Act.



# **Workshop Discussion:**

## **Implementation of the American Recovery & Reinvestment Act**